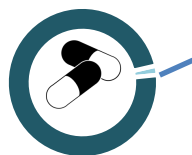


340B program provides vital services and benefits low-income individuals while only representing 1% of the drug market

340B Drug Pricing Program

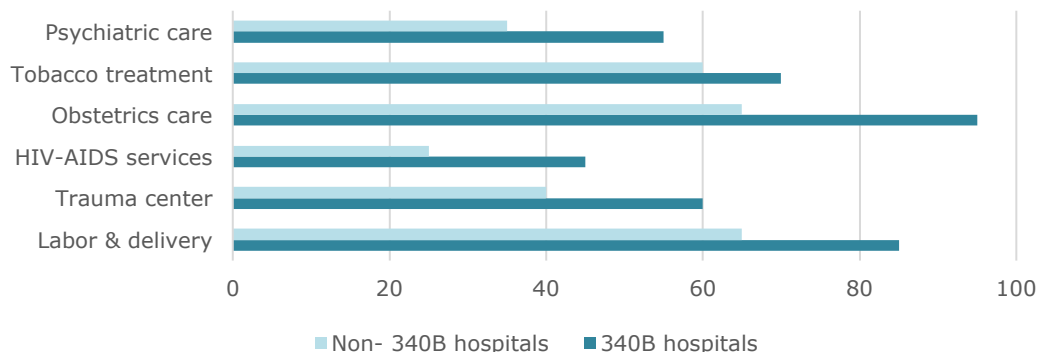
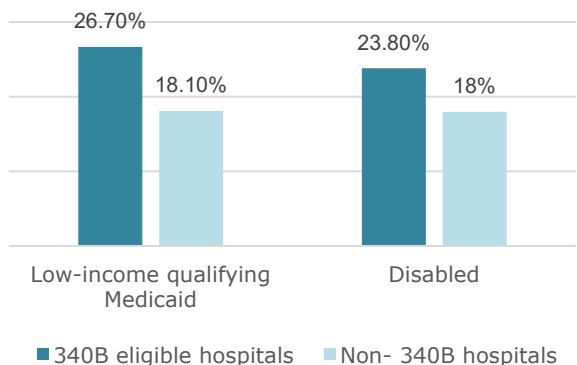
- US federal government program created in 1992 that requires drug manufacturers to sell outpatient drugs at a discount to safety-net providers serving high numbers of low-income Medicare, Medicaid and Supplemental Security Insurance patients
- Intent: “stretch scarce federal resources as far as possible, reaching more eligible patients and providing more comprehensive services”
- Savings from the program help fund free and low-cost medications as well HIV/AIDS, diabetes, cancer, dental and primary care clinics that serve our most vulnerable citizens



1% of total U.S. drug sales are purchased through 340B program



62% of all uncompensated care provided by 340B eligible hospitals



Sources: National Journal Research, 2017; 340B Health, 2016; U.S. Department of Health and Human Services, 2016.